

General Assembly

Substitute Bill No. 357

February Session, 2008

*	SB00357PD	041508	k

AN ACT CONCERNING THE EXPANSION OF THE BEVERAGE CONTAINER REDEMPTION PROVISIONS TO INCLUDE NONCARBONATED BEVERAGES.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

- 1 Section 1. Section 22a-243 of the general statutes is repealed and the
- 2 following is substituted in lieu thereof (*Effective October 1, 2008*):
- For purposes of sections 22a-243 to 22a-245, inclusive, as amended
- 4 by this act, unless the context clearly indicates otherwise:
- 5 (1) ["Beverage"] <u>"Carbonated beverage"</u> means beer or other malt
- 6 beverages, [and mineral waters,] soda water and similar carbonated
- 7 soft drinks in liquid form and intended for human consumption;
- 8 (2) "Noncarbonated beverage" means water and any other
- 9 noncarbonated, nonalcoholic, nondairy drinks in liquid form intended
- 10 for human consumption, excluding liquid that is (A) a syrup, (B) in
- 11 concentrated form, (C) a minor flavoring ingredient for food or drink,
- 12 such as extracts, cooking additives, sauces or condiments but
- excluding juice, (D) a seafood, meat or vegetable broth or soup, or (E) a
- 14 soy milk or rice milk;
- 15 [(2)] (3) "Beverage container" means the individual, separate, sealed
- 16 glass, [metal] aluminum or polyethylene terephthalate plastic bottle,
- can, jar or carton (A) two liters or less in size if containing a carbonated

- 18 beverage, and (B) twenty ounces or less in size if containing a
- 19 <u>noncarbonated beverage</u>;
- 20 [(3)] (4) "Consumer" means every person who purchases a beverage
- 21 in a beverage container for use or consumption;
- [(4)] (5) "Dealer" means every person who engages in the sale of beverages in beverage containers to a consumer;
- [(5)] (6) "Distributor" means every person who engages in the sale of
- 25 beverages in beverage containers to a dealer in this state including any
- 26 manufacturer who engages in such sale and includes a dealer who
- 27 engages in the sale of beverages in beverage containers on which no
- 28 deposit has been collected prior to retail sale or where the deposit has
- 29 <u>not been initiated by the manufacturer;</u>
- 30 [(6)] (7) "Manufacturer" means every person bottling, canning or
- 31 otherwise filling beverage containers for sale to distributors or dealers
- 32 or, in the case of private label brands, the owner of the private label
- 33 <u>trademark, except that "manufacturer" does not include any person</u>
- 34 who bottles and sells two hundred fifty thousand or fewer beverage
- 35 containers of water each calendar year where such containers are
- 36 <u>twenty ounces or less in size;</u>
- [(7)] (8) "Place of business of a dealer" means the <u>fixed</u> location at
- 38 which a dealer sells or offers for sale beverages in beverage containers
- 39 to consumers;
- 40 [(8)] (9) "Redemption center" means any facility established to
- 41 redeem empty beverage containers from consumers or to collect and
- 42 sort empty beverage containers from dealers and to prepare such
- 43 containers for redemption by the appropriate distributors;
- 44 (10) "Restaurant" means a business that has the sole purpose of
- 45 preparing and selling food and beverages intended for individual
- 46 portion service and includes the site at which individual portions are
- 47 <u>sold, regardless of whether the consumption of food or beverage</u>

- 48 <u>occurs on or off of such site;</u>
- 49 [(9)] (11) "Use or consumption" includes the exercise of any right or
- 50 power over a beverage incident to the ownership thereof, other than
- 51 the sale or the keeping or retention of a beverage for the purposes of
- 52 sale;
- [(10)] (12) "Nonrefillable beverage container" means a beverage
- 54 container which is not designed to be refilled and reused in its original
- 55 shape<u>;</u>
- 56 (13) "Reverse vending machine" means an automated device that
- 57 accepts beverage containers from redeemers and issues scrip for any
- 58 beverage container refund value by using a laser scanner,
- 59 <u>microprocessor or other technology to recognize the Universal Product</u>
- 60 Code (UPC) or other accepted industry barcode on beverage
- 61 <u>containers to determine whether the container is redeemable, and that</u>
- 62 accumulates information regarding containers redeemed; and
- 63 (14) "Off-site redemption center" means a redemption center that is
- 64 located within a one-mile radius of a dealer, and that accepts beverage
- 65 containers of the kind, size and brand sold by such dealer at the
- dealer's place of business.
- 67 Sec. 2. Section 22a-245 of the general statutes is repealed and the
- 68 following is substituted in lieu thereof (*Effective October 1, 2008*):
- 69 (a) No person shall establish a redemption center without
- 70 registering with the commissioner on a form provided by the
- 71 commissioner with such information as the commissioner deems
- 72 necessary including (1) the name of the business principals of the
- 73 redemption center and the address of the business; (2) the name and
- 74 address of the sponsors and dealers to be served by the redemption
- center; (3) the types of beverage containers to be accepted; (4) the hours
- of operation; and (5) whether beverage containers will be accepted
- 77 from consumers. The operator of the redemption center shall report
- 78 any change in procedure to the commissioner within forty-eight hours

of such change. Any person establishing a redemption center shall have the right to determine what kind, size and brand of beverage container shall be accepted. Any redemption center may be established to serve all persons or to serve certain specified dealers.

(b) A dealer shall not refuse to accept at such dealer's place of business, from any person any empty beverage containers of the kind, size and brand sold by the dealer, or refuse to pay to such person the refund value of a beverage container as established by subsection (a) of section 22a-244 unless (1) such container contains materials which are foreign to the normal contents of the container; [or unless] (2) such container is not labeled in accordance with subsection (b) of section 22a-244; [or unless] (3) such dealer sponsors, solely or with others, a redemption center which is located within a one-mile radius of such place of business and which accepts beverage containers of the kind, size and brand sold by such dealer at such place of business; or [unless] (4) there is established by others, a redemption center which is located within a one-mile radius of such place of business and which accepts beverage containers of the kind, size and brand sold by such dealer at such place of business. A dealer that is a restaurant shall not be required to redeem any beverage container, the contents of which were not consumed on the premises of such restaurant. A dealer who sponsors an off-site redemption center shall post in a conspicuous location within ten feet of the entrances and exits of such dealer's place of business a notice stating the name, location, hours of operation and telephone number of the off-site redemption center. A dealer shall redeem an empty container of a kind, size or brand the sale of which has been discontinued by such dealer for not less than sixty days after the last sale by the dealer of such kind, size or brand of beverage container. Sixty days before such date, the dealer shall post, at the point of sale, notice of the last date on which the discontinued kind, size or brand of beverage container shall be redeemed.

(c) Any dealer operating a place of business of not less than seventyfive thousand square feet in size shall certify to the Department of Environmental Protection that its beverage container redemption

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capacity equals or exceeds seventy per cent of its sales capacity of redeemable beverage containers. On or after October 1, 2008, any dealer that establishes or significantly expands its place of business or redemption center, excluding an off-site redemption center, shall locate such redemption center not more than two hundred feet from the business' main entrance. Any dealer with a redemption center other than an off-site redemption center established prior to October 1, 2008, where such redemption facility is located more than two hundred feet from the business' main entrance shall post notices stating the location of such redemption center not more than ten feet from the business' entrances and exits.

[(c)] (d) A distributor shall not refuse to accept from a dealer or from an operator of a redemption center, located and operated exclusively within the territory of the distributor or whose operator certifies to the distributor that redeemed containers were from a dealer located within such territory, any empty beverage containers of the kind, size and brand sold by the distributor, or refuse to pay to such dealer or redemption center operator the refund value of a beverage container as established by subsection (a) of section 22a-244 unless such container contains materials which are foreign to the normal contents of the container or unless such container is not labeled in accordance with subsection (b) of section 22a-244. A distributor shall remove any empty beverage container from the premises of a dealer serviced by the distributor or from the premises of a redemption center sponsored by dealers serviced by the distributor, provided such premises are located within the territory of the distributor. The distributor or manufacturer shall pay the refund value to dealers in accordance with the schedule for payment by the dealer to the distributor for full beverage containers and shall pay such refund value to operators of redemption centers not more than twenty days after receipt of the empty container unless such refund value has already been paid by the manufacturer. For the purposes of this subsection, a redemption center shall be considered to be sponsored by a dealer if (1) the dealer refuses to redeem beverage containers and refers consumers to the redemption

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center, or (2) there is an agreement between the dealer and the operator of the redemption center requiring the redemption center to remove empty beverage containers from the premises of the dealer. A distributor shall redeem an empty container of a kind, size or brand of beverage container the sale of which has been discontinued by the distributor for not less than one hundred fifty days after the last delivery of such kind, size or brand of beverage container. Not less than one hundred twenty days before the last date such containers may be redeemed, the distributor shall notify such dealer who bought the discontinued kind, size or brand of beverage container that such distributor shall not redeem an empty beverage container of such kind, size or brand of beverage containers.

- (e) A redemption center or dealer that uses reverse vending machines to redeem beverage containers shall use only a reverse vending accounting system that has been subjected to an agreed upon procedures review by an independent certified public accountant during the preceding twelve months.
- [(d)] (f) In addition to the refund value of a beverage container as provided in subsection (a) of section 22a-244, a distributor shall pay to any dealer or operator of a redemption center a handling fee of at least one and one-half cents for each <u>beverage</u> container of beer or other malt beverage and [two] <u>three</u> cents for each <u>beverage</u> container of [mineral waters, soda water and similar carbonated soft drinks] <u>a noncarbonated beverage</u> or a carbonated beverage other than beer or <u>other malt beverage</u> returned for redemption. A distributor shall not be required to pay to a manufacturer the refund value of a nonrefillable beverage container.
- [(e)] (g) The Commissioner of Environmental Protection shall adopt regulations, in accordance with the provisions of chapter 54, to implement the provisions of sections 22a-243 to 22a-245, inclusive, as amended by this act. Such regulations shall include, but not be limited to, provisions for the redemption of beverage containers dispensed through automatic vending machines, the use of vending machines

which dispense cash to consumers for redemption of beverage containers, scheduling for redemption by dealers and distributors and for exemptions or modifications to the labeling requirement of section 22a-244.

This act shall take effect as follows and shall amend the following sections:				
Section 1	October 1, 2008	22a-243		
Sec. 2	October 1, 2008	22a-245		

ENV Joint Favorable Subst.

PD Joint Favorable